

INFORMATION REPORT

CENTRAL INTELLIGENCE AGENCY

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COUNTRY Bulgaria REPORT 25X1

SUBJECT The Method of Control and Organization of Industry DATE DISTR. 2 June 1955 25X1

NO. OF PAGES 6

DATE OF INFO. REQUIREMENT NO. RD 25X1

PLACE ACQUIRED REFERENCES

DATE ACQUIRED This is UNEVALUATED Information

SOURCE EVALUATIONS ARE DEFINITIVE. APPRAISAL OF CONTENT IS TENTATIVE.

1. The government allocates the basic capital, plots of land and buildings to every enterprise.
2. Each enterprise is financially independent of other enterprises and cannot be held legally responsible for the activities of other enterprises, even those in the same administrative structure.
3. The profits of an enterprise, which are established by the government, are distributed in the following manner:
 - a. To the capital fund;
 - b. To the payment of debts;
 - c. To the director's fund, which is used principally for stakhanovite awards; and
 - d. To the state revenue fund, which must be a minimum of ten percent.

The following was the general distribution of profits for 1954; 40% to the capital fund; 5% to the director's fund; and 55% to the state revenue fund.

4. Although every enterprise is obliged by law to pay taxes to the state, most large enterprises are partially or totally exempt from the payment of taxes on duty stamps for services, drafts or applications.
5. After covering its debts, each enterprise must have a reserve of cash to cover wages for the following fifteen days. If an enterprise does not honor its debts on time, the People's Bank has the right to increase its interest to 0.2% for every five days delay.

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6. The Bulgarian People's Bank extends loans to enterprises at the rate of 2.2 to 4.2% interest.
7. Enterprises must keep a two month's stock of fuel and raw materials.
8. Special arbitration courts settle legal disputes between enterprises. Lawyers are not permitted to attend such courts.
9. The government exercises control of Bulgarian industry in the following three ways:
 - a. Tripartite Administration (Trivanno Upravlenie), which represents the normal chain of control: the respective ministry; the State Association (Durzhavno Obedinenie), which controls the industrial enterprises in the same production branch; and the State Industrial Enterprise (Durzhavno Industriialno Predpriyatie), which controls individual plants and factories. The State Association, the official control body below the ministerial level is also the liaison channel with the respective ministries. While any one industrial enterprise can belong to only one Obedinenie, the Obedinenie itself may have unlimited enterprises under its jurisdiction;
 - b. Direct control of the largest national enterprise by the ministry concerned. In this category fall the "Stalin" Chemical Combine at Dimitrograd, the "Lenin" State Metallurgical Plant at Dimitrovo, the penicillin factory at Rasgrad, and all factories engaged in war production, which are located principally in and around Ruzhitsk. The penicillin factory will reportedly be transferred from direct control of the ministry and placed under the Medical and Sanitation Association (Medikosanitarno Obedinenie), thus falling within the normal chain of control. Most large enterprises, power stations, and dams are under direct ministerial control during construction and for one subsequent year, following which they are placed under an industrial association or an industrial administration. It is the Government's intention, however, to retain under direct ministerial control the "Stalin" Chemical Combine, the "Lenin" State Metallurgical Plant, and the factories engaged in war production.
 - c. Local industrial enterprises (Mestna Premishlennost) are controlled by urban people's councils and are concentrated in combines. Such combines exist in Sofia, Stalin, Plovdiv, Burgas, Ruse, Pleven, and Stara Zagora. Other combines are controlled by okrug and obshchinska people's councils. Ministerial control of combines of small industrial enterprises is vested in the Ministry of Communal Economy and Public Works.
10. The following are the names and addresses of large enterprises and their relationship to various ministries:
 - a. Ministry of Electrification:
 - (1) Obedinenie "Elprom"¹, 25 Blvd. Stalin, Sofia;
 - (a) "Vasil Kalarev" High Current Plant, Iliyantsi;
 - (b) "Kl. Voroshilov" Low Current Plant, Iliyantsi;
 - (c) "Rayko Dapchanov" Transformer Factory, Iliyantsi; and
 - (d) "Georgi Kirkov" Factory, Iliyantsi;
 - (2) "Khidrostroy" Hydroelectric Power Construction Administration, 77 Shkolev Blvd., Sofia; (Administration for the construction of dams, water reservoirs, and irrigation stations);
 - (3). "Elektroobedinenie"²
 - (4) Sofia Electric Power Authority, 15 Gurguliat Street;

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b. Ministry of Heavy Industry; 53 Graf Ignatiev Street

- (1) Chemical Industry³ (Khimicheska Industriya, 53 Graf Ignatiev St.
 - (a) "Georgi Dimitrov" Chemical Plant, Kostinbrod;
 - (b) "Karl Marks" Soda plant, Raka Devnya;
 - (c) "Asen Zlatarov" Calcium Gluconate Factory at Iskur (gara);
 - (d) "Pelikan" Ink, Glues, and Office Equipment Factory, 160 Simson Street, Sofia;
 - (e) "Republika" Dying Plant, "10 Kilometer" Kvartah (ward);
 - (f) "National" Dying Plant, Knyazhevo, Sofia;
- (2) Paper and Cardboard Industries⁴, 54 Graf Ignatiev Street
 - (a) "Iskur" Paper Factory, Iskur (gara);
 - (b) "Knishina" Paper Factory, Kostenets (gara);
 - (c) "Petko Napetov" Paper Factory, Sofia;
 - (d) "Petolatchka" Paper Factory, Belovo (gara);
 - (e) "Radzki Dimitur" Factory, Batakovo (gara);
- (3) Ores and Metallurgical Industries⁵, 22 Georgi Kirkov St., Sofia;
 - (a) Lead and Zinc Plant, Kirdzhali;
 - (b) "Tsvetmetprom" Nonferrous metals, Iskur (gara);
- (4) Machine Construction⁶, 5 Al. Stamboliyski Street;
 - (a) "Kruker" Machine Building Plant, Slivnitsa Blvd.
 - (b) Mechanical Plant, Industrial ward of Sofia;
- (5) Metal Industry⁷, 53 Graf Ignatiev Street
 - (a) "Podkova" Horseshoe Factory, Dragalevtzi Highway, Sofia;
 - (b) Pipe factory, Dragalevtzi 9, Sofia;
 - (c) "Sasha Kofardzhiev" Metal Factory, Tsarigrad Highway, Sofia;
 - (d) "Chilichena Raka" Metal Factory, 5 Samlian Street, Sofia;
 - (e) Enamelware and Aluminum Factory, Krane Selo, Sofia;

c. Ministry of Light and Food Industry, 10 Graf Ignatiev St.

- (1) Wool Industries⁸, 29 Alabin Street
 - (a) "Anton Ivanov" DIP (Darskayno Industrialno Predpriyatie; State Industrial Enterprise), Madzhda, Sofia;
 - (b) "Neycho Ivanov" DIP, Podunne (gara), Sofia;
 - (c) "Lilyana Dimitrova" DIP, Tsarigrad (gara), Sofia;
 - (d) "Rumo" DIP, Iskur (gara), Sofia;
 - (e) "Yashed"⁹ DIP, Plovdiv;
- (2) Cotton Industry¹⁰, Telbukhin Blvd.
 - (a) "Vulcho Ivanov" Hosiery Factory, 9 Redapi St., Pavlove;
 - (b) "Obodinska 1 May" Hosiery Factory, Sofia¹¹;
 - (c) "Bulgariya" Spinning Mill, Sofia;
 - (d) "Tiger" Spinning Mill, Madzhda, Sofia;
 - (e) "9 Septemvri" Hosiery Factory, Pavlove, Sofia;
 - (f) "Proletari" Knitting Factory, 1 T. Bableshkov St., Krane Selo, Sofia;
 - (g) "Chavdar" Miscellaneous Textile Articles Mill, Sofia;
 - (h) "Slatina" Miscellaneous Textile Articles Mill, Slatina, Sofia;

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- (3) Flax, Hemp and Silk Industries¹², 46 Alabin St., Sofia;
- (4) Furniture Industries¹³, 18 Graf Ignatiev St., Sofia;
- (a) "Rodopi" DIP, Ivan Vazov Ward, Sofia;
- (b) "Strazin" and "Mabel" DIP, 7 Industriyalna St., Sofia;
- (5) Ceramics, Porcelain and Glass Industry¹⁴
- (a) Glass Factory, Gornobanski put, Sofia;
- (b) Ceramics Factory, Elin Pelin (gara);
- (c) "Piyans" Faience Factory, Iskhir (gara);
- (d) "Krasnigranit" Factory, Industrial ward, Sofia;
- (6) Leather and Rubber Industries¹⁵, 20 Ivan Vazov Street
- (a) "Georgi Dimitrov" Rubber Factory, 69 Voenna Rampa, Sofia;
- (b) "9 Septemvri" Shoe Factory, 69 Sveti Vrach Street;
- (c) Bulgarska Kozhukharska Industriya, Kozharska Street;
- (d) "Efrain" and Napred " Leather Factories, 3 Kozharska Street;
- (e) "Klislaved" Rubber Factory, Iskhir (gara);
- (f) "Isles" Leather Factory, Iskhir (gara);
- (g) "Chavdar" Leather Factory, Kozharska Street;
- (7) Food Industry¹⁶, 50 Georgi Dimitrov Street;
- (a) "Igulix" Brewery, 115 Kozloduy Street;
- (b) "Vitosha" Brewery, 22 San Stefano Street;
- (c) "Vugledvuchis" (Carbon Dioxide) Factory, 220 Slivnitsa Blvd, Sofia;
- (d) Vinegar Distillery, Pavlovo, Sofia;
- (e) Alcohol Distillery, 9 Septemvri Blvd, Knyazhevo, Sofia;
- (f) Starch Factory, Iskhir (gara);
- (g) Vegetable Oil Refinery, Salsa, Madzhida, Sofia;
- (8) Sugar Industry¹⁷, 19 Eksarkh Yosif Street;
- (a) Sugar Factory, Sakharna Fabrika Ward;
- (b) Sugar Factory, Gorna Mitropoliya, Plaven Okoliya;
- (c) Sugar Factory, Gorna Oryahovitza;
- (d) Sugar Factory, Kameno, Bargas Okoliya;
- (e) Chocolate, Sweets, and Sugar by-products Factories:
- (i) "Malchika", Moderna Progradiya highway;
- (ii) "Malchika", Ovcha Kupel;
- (iii) "Republika", Sofia;
- (iv) "Yordanika Chankova", Sofia;
- (v) "Lilyana Dimitrova";
- (vi) "Petka", Tsarkva, Sofia Okoliya;
- (9) Food Preserves Industry¹⁸
- (a) "Konservna Industriya" DIP, Erichin (gara);
- (b) "Konserven Kombinat" DIP, Malta¹⁹, Lovech Okoliya;

d. Ministry of Health and Social Welfare

- (1) Medical Industry²⁰, 5 George Washington St.;
- (a) "Galenus" Chemical and Pharmaceutical Factory;

e. Ministry of Popular Culture²¹, Slaveykov Square;

- (1) "Utchestehtepren" Office Equipment Factory, 137 Boris Street;

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f. Ministry of Agriculture, 55 Khristo Botev Street;

- (1) Timber Industry²², 13 Sergyika Street;
- (2) Afforestation Industry,²³ 16 Lavale Street;

(a) Sofia Industrial Enterprise for Woodworks²⁴, 96 Rakovska St;

g. Ministry of Culture

Central Management for Publishers, and Trade of Printed Matter²⁵, 6 Laga Street;

Printing Presses:

- (a) "Georgi Dimitrov" 2 Charni Vrah Blvd.;
- (b) "Georgi Kirkov" 28 Dankagla Street;
- (c) "9 Septemvri" 40 Benkovski Street;
- (d) "Decho Stefanov," 1 Angel Kanchev Street;
- (e) "Kotze Dimitrov," 1 Slaveykov Square;
- (f) "Narodna Mladost," 7 Markovska Street;
- (g) "Stepanski Podan," 5 Vasilev Street;
- (h) "Todor Dimitrov," 48 Dondukov Street;
- (i) "Trud," 82 Dondukov Street
- (j) "Koten Otdel," Lenin Square;

Newspaper Printers:

- (a) "Madara" 5 Dondukov Street;
- (b) "Mlada Gvardiya," 5 Dimitar Blagov Square;

Cardboard Industry, 22 Iskhir Street, Madara;

"1 May" Factory, Gornobanski Put;

Publishing Enterprises

- (a) "Bulgarski Pisatelii" 6 Septemvri Street;
- (b) "Zemledat," 1 Positano Street;
- (c) "Narodna Kultura," 2a Graf Ignatiev Street;
- (d) "Narodna Prosveta," 35 Yanko Sakasov Street;
- (e) "Mauka I Iskustvo," 6 Laga Street;

f. Ministry of Roads and Building²⁶, 4 Slaveykov Square;

- (1) Government building enterprises²⁷, 15 Novemvri Street;

(a) "Vibrobeton" Building Enterprise, 5 Bratya Miladinovi Street;

- (2) Interior Installations²⁸, 4 Baiko Kiro Street.

Comments:

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1. Probably "Elprom" (Electrical Industry) Central Administration (Tsentrálne Upravlenie "Elprom). [In some ministries, including the Ministry of Electrification, some associations and directorates have been elevated to the level of administrations (Upravleniya)].
2. Probably "Energoobedinenie" Power Administration;
3. Probably Chemical Industry Administration;

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4. Possibly Wood Processing Industry, (Upravlenie Derozhnabotvashka Industriya);
5. Probably Ore and Metallurgy Administration;
6. Probably Machine Building Administration (Upravlenie Mashinostroyeniya);
7. Possibly Metal Working Administration under the Ministry of Light and Food Industry. No "Metal Industry" is known to be under the Ministry of Heavy Industry.
8. Probably Wool Industry Administration (Upravlenie Voolnna Industriya);
9. Possibly "Tukhsod" DIP;
10. Probably Cotton Industry Administration (Upravlenie Pannashna Industriya);
11. Possibly "1 May" United Hosiery Factory;
12. Possibly Flax, Hemp and Silk Industry Administration;
13. Possibly Furniture Industry Administration;
14. Possibly Ceramics, Porcelain and Glass Industry Administration;
15. Possibly Leather and Rubber Industry Administration;
16. Possibly Food Industry Administration;
17. Possibly Sugar Industry Administration;
18. Possibly Food Canning Administration;
19. Not identified;
20. Possibly Medical Industry Administration;
21. Probably Ministry of Public Education;
22. Possibly Timber Extraction and Transportation Administration under the Ministry of Heavy Industry.
23. Possibly Forest Management Administration under the Council of Ministers;
24. Possibly Sofia Woodworking Enterprise under the Furniture Industry Administration;
25. Probably the Administration for Publishers, Polygraphic Industries, and Trade with Publications (Upravlenie za Indatolstvata, Poligraficheskata Promishlennost, i Torgoviyata s Pechatni Proizvedeniya);
26. Probably Ministry of Construction;
27. Probably State Construction Administration;
28. Probably State Administration for Installations.

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